

Agency 540

**Employment Security Department****Recommendation Summary**

Dollars in Thousands

	Annual FTEs	General Fund State	Other Funds	Total Funds
<b>2005-07 Expenditure Authority</b>	2,170.7	120	530,296	530,416
<b>Supplemental Changes</b>				
Unemployment Fraud Detection *	12.0		1,881	1,881
Pension Plan 1 Unfunded Liabilities			875	875
Classification Revisions			(3)	(3)
Central Service Agency Charges			560	560
<b>Subtotal - Supplemental Changes</b>	12.0		3,313	3,313
<b>Total Proposed Budget</b>	2,182.6	120	533,609	533,729
Difference	12.0		3,313	3,313
Percent Change	0.6%	0.0%	0.6%	0.6%

**SUPPLEMENTAL CHANGES****Unemployment Fraud Detection \***

The Employment Security Department will enhance its ability to detect fraud in the unemployment insurance system. A new fraud detection unit is created that will identify, prosecute, and collect from people who file inaccurate or fraudulent unemployment claims that result in overpayments. The Department also will pursue employers who do not pay their unemployment insurance taxes. This investment will likely generate approximately \$14.2 million in revenue for the Administrative Contingency and Unemployment Insurance Trust accounts during Fiscal Year 2007. (Administrative Contingency Account-State)